

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- It is important to read the Prospectus before deciding whether to purchase units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or if you are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

LIONGLOBAL SINGAPORE BALANCED FUND (the “Fund”)

Product Type	Unit Trust	Launch Date	22 September 1995
Manager	Lion Global Investors Limited	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for FY 31 Dec 2012	1.41%
Name of Guarantor	Not Applicable		

PRODUCT SUITABILITY	
<p>WHO IS THE PRODUCT SUITABLE FOR?</p> <p>The Fund is <u>only</u> suitable for investors who:</p> <ul style="list-style-type: none"> • seek capital growth over the medium to long term; • are comfortable with investing in a balanced fund comprising equities and bonds. 	<p><u>Further Information</u> Refer to Section 6 on pages [] of the Prospectus for further information on product suitability.</p>
KEY PRODUCT FEATURES	
<p>WHAT ARE YOU INVESTING IN?</p> <p>You are investing in a unit trust constituted in Singapore that aims to provide you with an opportunity to achieve medium to long term capital appreciation.</p> <p>The Managers have the absolute discretion to determine whether a distribution is to be made to Holders and if they decide that a distribution is to be made, it will be made in accordance with the provisions of the Deed.</p>	<p>Refer to Section 6 on pages [] and of the Prospectus for further information on features of the product.</p>
Investment Strategy	
<p>The Fund will invest primarily in securities listed or quoted on the Recognised Stock Exchange (including real estate investment trusts) and bonds primarily in Singapore, with limited investments in Hong Kong SAR, China, Thailand, Malaysia, Indonesia, Philippines, Japan, India, Korea, Taiwan, and other countries outside Singapore. There is no target industry or sector.</p>	<p>Refer to Section 6 on pages [] of the Prospectus for further information on features of the product.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> • The Managers <ul style="list-style-type: none"> ○ Lion Global Investors Limited 	<p>Refer to Section 2, 3 & 4 on page [] of the Prospectus for further information on the role and</p>

¹ The Prospectus is available for collection at Lion Global Investors Limited, 65 Chulia Street, #18-01 OCBC Centre, Singapore 049513 from Monday to Friday (9am to 6pm) or website: www.lionglobalinvestors.com

<ul style="list-style-type: none"> • <u>The Trustee</u> <ul style="list-style-type: none"> ○ HSBC Institutional Trust Services (Singapore) Limited • <u>The Custodian</u> <ul style="list-style-type: none"> ○ The Hongkong and Shanghai Banking Corporation Limited • <u>The Registrar</u> <ul style="list-style-type: none"> ○ HSBC Institutional Trust Services (Singapore) Limited • <u>The Auditors</u> <ul style="list-style-type: none"> ○ PricewaterhouseCoopers LLP 	<p>responsibilities of these entities</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>Investors should consider and satisfy themselves as to the risks of investing in the Fund. Generally, some of the risk factors that should be considered are economic, market, currency, emerging market, repatriation, regulatory, interest rate, political and credit risks.</p> <p>An investment in the Fund is meant to produce returns over the long-term. Investors should not expect to obtain short-term gains from such investment.</p> <p>Investors should note that the value of Units, and the income accruing to the Units, may fall or rise and that investors may not get back their original investment.</p>	<p>Refer to Section 8 on pages [] of the Prospectus for further information on risks of the product.</p>
Market and Credit Risks	
<ul style="list-style-type: none"> • <u>You are exposed to Market Risks</u> <ul style="list-style-type: none"> ○ The price of Units and the income from them may go down as well as up in response to changes in interest rates, foreign exchange, economic and political conditions and the earnings of corporations whose securities are comprised in the portfolio of the Fund. • <u>You are exposed to Currency Risks</u> <ul style="list-style-type: none"> ○ As the investments of the Fund may be denominated in foreign currencies, fluctuations of the exchange rates of foreign currencies against the base currency of the Fund may affect the value of the Units in the Fund. • <u>You are exposed to Political and Credit Risks</u> <ul style="list-style-type: none"> ○ The Fund may invest in debt obligations of governments and companies in the South East Asia region. Adverse changes in the country or company may cause the Fund to suffer a loss of interest or principal on any of its holdings of such debt. 	
Liquidity Risks	
<ul style="list-style-type: none"> ○ The Fund is not listed and you can redeem only on Dealing Days. 	
Product Specific Risks	
<ul style="list-style-type: none"> • <u>You are exposed to Derivatives Risks</u> <ul style="list-style-type: none"> ○ The Fund may invest in financial derivative instruments for hedging purposes or for the purpose of efficient portfolio management. While the judicious use of derivatives by professional investment managers can be beneficial, derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional securities investments. • <u>You are exposed to Emerging Market Risks</u> <ul style="list-style-type: none"> ○ The Fund invests primarily in the securities of companies quoted or listed on Recognised Stock Exchanges in the Southeast Asian region, which involves greater risk than is customarily associated with the securities of companies quoted or listed on the stock exchanges of more developed countries, especially in the areas of exchange rate policies, interest rates, growth rates and asset valuations. 	

- The marketability of quoted securities of some Southeast Asian markets may be limited due to foreign investment restrictions, wide dealing spreads, restricted opening hours of stock exchanges and a narrow range of investors. Trading volume and market capitalisation in such markets may be lower than in more developed stock markets. This may result in a lower degree of liquidity for the Fund's investments.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES FOR THIS INVESTMENT?

- **Payable directly by investors**

You will need to pay the following fees and charges as a percentage of your gross investment amount:

Preliminary Charge	Currently 5%. Maximum 5%.
Realisation Charge	Currently Nil. Maximum 5%
Switching Fee	Currently 1%. Maximum 5%

- **Payable by the Fund from invested proceeds**

The Fund will pay the following fees and charges to the Managers, Trustee and other parties:

Annual Management Fee	Currently 1.25% p.a. Maximum 1.75% p.a. of the value of the Deposited Property.
Annual Trustee Fee	Currently 0.05% p.a. Maximum: 0.2% p.a. of the value of the Deposited Property (subject always to a minimum sum of S\$15,000 p.a.).

Refer to Section 7 on pages [] of the Prospectus for further information on fees and charges.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The Fund will be valued on each Dealing Day. The indicative prices of Units are quoted on a forward pricing basis and will likely be available two Business Days in Singapore after each relevant Dealing Day.

The prices are published on the Managers' website at www.lionglobalinvestors.com. The prices may also be published in The Straits Times, The Business Times and selected major wire services or such other sources as the Managers may decide upon.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

Any realisation of Units of a Class may be limited by the total number of Units of such Class to be realised on any Dealing Day and may not exceed 10% of the total number of Units of such Class then in issue on any Dealing Day, such limitation to be applied *pro rata* to all Holders of the Units of such Class.

You may realise your holdings in the Fund on any Dealing Day by submitting a realisation form to the Managers or the relevant agent or distributor appointed by the Managers.

As Units are realised on a forward pricing basis, the realisation price of Units is not ascertainable at the time of realisation. If your realisation form is received and accepted by the Managers by the dealing deadline of 3 p.m. Singapore time on a Dealing Day, your Units shall be realised at that Dealing Day's realisation price. Realisation forms received after the dealing deadline or on a day which is not a Dealing Day shall be treated as having been received on the next Dealing Day.

You will receive your realisation proceeds within 6 business days from the receipt and acceptance of the realisation form by the Managers.

Refer to Section 13 on page [] of the Prospectus for further information on valuation of the product.

Refer to Section 11 on pages [] the Prospectus for further information on exiting from the product.

Illustration of Realisation Proceeds Paid			
1,000 Units Realised	x	\$1,000* Notional Realisation Price (= net asset value per Unit)	= \$1,000.00* Gross Realisation Proceeds
\$1,000.00* Gross Realisation Proceeds	-	NIL Realisation Charge	= \$1,000.00* Net Realisation Proceeds
<p><i>*In SGD or USD, as the case may be.</i></p> <p><i>Investors should note that the notional realisation price is for illustration only and is not indicative of any future or likely performance of the Fund.</i></p> <p><u>Cooling Off Period</u> First-time investors in the Fund may cancel their subscription of Units within 7 calendar days from the date of subscription by submitting a Notice to Cancel Form to the Managers, subject to cancellation terms and conditions. You will be refunded the lower of the market value of the Units held on the day of receipt and acceptance of such form or the original amount paid by you. Where the market value of the Units held is greater than the original amount paid by you, the Managers are not obliged to pay the excess amount to you and the excess amount shall be retained in the Fund.</p>			
CONTACT INFORMATION			
HOW DO YOU CONTACT US?			
<p>If you have questions concerning your investment in the Fund, you may call the Managers at telephone number (65) 6417 6900.</p> <p>Website: www.lionglobalinvestors.com Email: contactus@lionglobalinvestors.com</p>			
APPENDIX: GLOSSARY OF TERMS			
<p>Equity Investing or ownership in a company. Often used as a synonym for stock.</p> <p>Bond A security in which the issuer promises to repay the lender/investor the principal plus interest over a specific period.</p> <p>Net asset value The market value of a unit trust fund's total assets, minus liabilities, divided by the number of units outstanding.</p> <p>Business Day Any day (other than Saturday, Sunday or a gazetted public holiday) on which banks and other financial institutions in Singapore are generally open for business.</p> <p>Dealing Day Every Business Day provided that the Managers may, with the approval of the Trustee, decide as they deem appropriate any particular Business Day not to be a Dealing Day upon giving reasonable notice to the Trustee.</p> <p>Recognised Stock Exchange Recognised Stock Exchange means any stock exchange, futures exchange and organized securities exchange on which securities are regularly invested in any country in any part of the world.</p>			